



VERMONT DEPARTMENT OF TAXES
PO BOX 547
MONTPELIER, VT 05601-0547

CIGARETTE AND TOBACCO PRODUCTS RETAILERS VT FLOOR STOCK TAX RETURN

DUE DATE: July 25, 2006

THIS RETURN MUST BE FILED EVEN IF NO TAX IS DUE.

Name	
d/b/a/ or Trade Name	
Address	
City, State, ZIP Code	Telephone Number

Number of Retail Locations		List VT Business Account Number for EACH Retail Location below. Attach additional sheet if necessary.	

Part I INVENTORIES IN STOCK AS OF JULY 1, 2006

Cigarettes in stock as of July 1, 2006		
1. Packs of 20 _____	x 20 = 1. _____	
2. Packs of 25 _____	x 25 = 2. _____	
3. Total Cigarettes in Stock (Add Lines 1 and 2).		3.
Little Cigars in stock as of July 1, 2006		
4. Packs of 20 _____	x 20 = 4. _____	
5. Packs other than 20 (enter total number of sticks). 5. _____		
6. Total little cigars (add Lines 4 and 5).		6.
Total Cigarettes and Little Cigars		
7. Total sticks (Add Lines 3 and 6).		7.
8. Total (tax-included) invoice price of roll-your-own in stock.		8.
9. Total (tax-included) invoice price of snuff in stock.		9.
If Line 7 is more than 10,000, complete Part II.		
If Line 8 is more than \$705, complete Part III.		
If Line 9 is more than \$705, complete Part IV.		

Part II Cigarettes and Little Cigars

10. Enter amount from Line 3.	10.	
11. Multiply Line 10 by .03.	11.	
12. Multiply Line 6 by .0895.	12.	
13. Total invoice price paid for little cigars in stock _____ x .291.	13.	
14. Tax due on little cigars (Subtract Line 13 from Line 12).	14.	
15. Total floor stock due on cigarettes and little cigars (Add Lines 11 and 14).	15.	

Part III Roll-Your-Own

16. Total ounces of roll-your-own in stock.	16.	
17. Divide Line 16 by .09.	17.	
18. Multiply Line 17 by .0895.	18.	
19. Multiply amount on Line 8 by .291.	19.	
20. Total roll-your-own tax due (Subtract Line 19 from Line 18).	20.	

Part IV Snuff

21. Total ounces of snuff in stock.	21.	
22. Multiply Line 21 by \$1.49.	22.	
23. Multiply amount on Line 9 by .291.	23.	
24. Total snuff tax due (Subtract Line 23 from Line 22).	24.	

Part V Total Tax Due

25. Enter amount from Line 15.	25.	
26. Enter amount from Line 20.	26.	
27. Total (Add Lines 25 and 26).	27.	
28. If paid by August 25, 2006 , apply discount of 2.3% to Line 27. Otherwise, enter "0".	28.	
29. Subtract Line 28 from Line 27.	29.	
30. Enter amount from Line 24.	30.	
31. If paid by August 25, 2006 , apply discount of 2.0% to Line 30. Otherwise, enter "0".	31.	
32. Subtract Line 31 from Line 30.	32.	
33. TOTAL FLOOR STOCK TAX DUE Add Lines 29 and 32. Make checks payable to Vermont Department of Taxes	33.	

Part VI Signature

Under penalties of perjury, I have examined the above information, and to the best of my knowledge and belief, it is true, correct, and complete. Preparers cannot use return information for purposes other than preparing returns.

Signature

Print Name

Title

Date

INSTRUCTIONS FOR FORM CT-10R

RETAILERS' FLOOR STOCK TAX RETURN

Complete only one return for each business entity, using total information for all locations. All entities must complete Part I.

Please remember, this return is based on inventory as of 12:01 a.m. July 1, 2006.

Part I

No tax is due from entities holding only small volumes of cigarettes or little cigars, roll-your-own tobacco, or snuff. Lines 1-7 are used to determine the total number of cigarettes and little cigars in stock. Cigars are "little cigars" if they weigh 3 pounds or less per thousand.

If the total "stick" count of all your cigarettes and little cigars in stock is less than 10,000, you can skip Part II. If the total is more than 10,000, Part II will need to be filled out.

You are not required to pay floor stock tax on roll-your-own if your tax-included cost of product is less than \$705. Note that the law refers to \$500 "wholesale" cost. The invoice price includes the 41% tobacco products tax in addition to the wholesale cost. If Line 8 is less than \$705, you may skip Part III.

The minimum amount of snuff for which you will owe floor stock tax is \$500 wholesale cost. As with roll-your-own, the equivalent tax-included invoice cost is \$705. If Line 9 is less than \$705, you may skip Part IV.

Part II

Lines 10 and 11 – Calculate the total number of stamped cigarettes ("sticks") in stock that have already been stamped with the old tax stamps. This number is multiplied by \$0.03 which is the difference in the old tax and the new tax per "stick" (.0895 less .0595).

Line 12 – Calculate the total number of little cigars in stock and multiply by the new tax rate of .0895 per stick.

Line 13 – There was tax included in the invoice price of the little cigars. The amount of tax paid can be calculated by multiplying the total invoice cost by .291. (29.1% of the tax-included invoice price is the same as 41% of the tax-excluded wholesale price.)

Line 14 – The new tax less previously paid tax is the floor stock tax for little cigars.

Line 15 – Total floor stock tax due for Part II. This amount should be brought forward to Line 25.

Part III

Lines 16 and 17 – The new tax for roll-your-own is based on the equivalent number of sticks. A stick is determined to be .09 of an ounce. Dividing your total ounces of roll-your-own by .09 will determine the total number of equivalent cigarettes.

Line 18 – Your newly determined stick total is multiplied by .0895, which is the per stick tax.

Line 19 – You previously paid tax on roll-your-own on your invoices. The amount of tax that you paid is determined by multiplying your invoice price by .291. This amount can be deducted from the new amount due.

Line 20 – Total floor stock tax due for Part III. This amount should be brought forward to Line 26.

Part IV

Lines 21 and 22 – The total ounces of snuff is multiplied by the new tax rate of \$1.49 per ounce.

Line 23 - You previously paid tax on snuff on your invoices. The amount of tax that you paid is determined by multiplying your invoice price by .291. This amount can be deducted from the new amount due.

Line 24 - Total floor stock tax due for Part IV. This amount should be brought forward to Line 30.

Part V

Lines 25 – The total floor stock tax due for cigarettes and little cigars.

Line 26 – The total floor stock tax due for roll-your-own.

Lines 27 and 28 – If paid by August 25, 2006, a discount of 2.3% may be deducted from the total floor stock tax due on cigarettes, little cigars, and roll-your-own.

Line 29 – Floor stock tax due after discount, if applicable.

Lines 30 and 31 – If paid by August 25, 2006, a discount of 2% may be deducted from the total floor stock tax due on snuff.

Line 32 – Floor stock tax due after discount, if applicable.

Please send completed form by July 25, 2006 to:

Vermont Department of Taxes
PO Box 547
Montpelier, VT 05601-0547